



STATE OF INDIANA
AN EQUAL OPPORTUNITY EMPLOYER

B41948

STATE BOARD OF ACCOUNTS
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March 8, 2013

Charter School Board
Rural Community Schools, Inc.
2385 North State Road 63
Sullivan, IN 47882

We have reviewed the Supplemental Audit Report prepared by Fitzgerald/Isaac LLC, Independent Public Accountants, for the period July 1, 2011 to June 30, 2012. In our opinion, the Supplemental Audit Report was prepared in accordance with the guidelines established by the State Board of Accounts.

We call your attention to the findings in the report. Page 3 contains one audit result and comment. Management's response is on page 5.

In addition to the report presented herein, a Financial Statements and Independent Auditors' Report for Rural Community Schools, Inc. was prepared in accordance with the guidelines established by the State Board of Accounts.

The Supplemental Audit Report and the Financial Statements and Independent Auditors' Report are filed in our office as a matter of public record.

State Board of Accounts

SUPPLEMENTAL AUDIT REPORT
OF
RURAL COMMUNITY SCHOOLS, INC.
SULLIVAN COUNTY, INDIANA
July 1, 2011 to June 30, 2012

RURAL COMMUNITY SCHOOLS, INC.

SULLIVAN COUNTY, INDIANA

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RURAL COMMUNITY SCHOOLS, INC.

SULLIVAN COUNTY, INDIANA

School Officials

Year Ended June 30, 2012

<u>Office</u>	<u>Official</u>	<u>Term</u>
President of Board of Directors	Jacque Williams	07/01/11 – 06/30/12
School Leader/Treasurer	Susie Pierce	07/01/11 – 06/30/12

The Board of Directors
Rural Community Schools, Inc.

We have audited the financial statements of **Rural Community Schools, Inc.** (the "School") as of and for the year ended June 30, 2012 and have issued our report thereon dated January 31, 2013. As part of our audit, we tested the School's compliance with provisions of the *Accounting and Uniform Compliance Guidelines Manual for Indiana Charter Schools* issued by the Indiana State Board of Accounts and related provisions of laws, regulations, contracts and grant agreements. Reported in the Audit Results and Comments are matters where we believe the School was not in compliance with those provisions.



Indianapolis, IN
January 31, 2013

RURAL COMMUNITY SCHOOLS, INC.

SULLIVAN COUNTY, INDIANA

Audit Results and Comments

Year Ended June 30, 2012

FORM USAGE

The School is using computer generated versions of standard forms. The forms are not in the same format as those prescribed by the State Board of Accounts and do not contain all of the information presented on those forms. Additionally, the forms do not state they were approved by the State Board of Accounts.

All charter schools are required by law to use the forms prescribed by the State Board of Accounts; however, if desirable to have a prescribed form modified to conform for computer applications, a letter and copies of the proposed form may be submitted to the State Board of Accounts for approval. No form should be printed and placed into use, other than a prescribed form, without prior approval. (Accounting and Uniform Compliance Guidelines Manual for Indiana Charter Schools, Part 10)

RURAL COMMUNITY SCHOOLS, INC.

SULLIVAN COUNTY, INDIANA

Exit Conference

Year Ended June 30, 2012

The contents of this report were discussed on February 22, 2013, with Meleah Sullivan (Board President) and Susie Pierce (School Leader). The Official Response has been made a part of this report and may be found on page 5.

Mailing Address
P.O. Box 85
Graysville, IN 47852
Phone: 812-382-4500

Rural Community Academy
"A Public School Where Every Child Soars"
www.rcsi.k12.in.us

Physical Address
2385 N. State Road 63
Sullivan, IN 47882
Fax: 812-382-4055

February 22, 2013

Eugene P. Fitzgerald
Fitzgerald | Isaac LLC
9245 N. Meridian Street, Suite 302
Indianapolis, IN 46260


RE: EXIT CONFERENCE

Dear Mr. Fitzgerald:

The contents of the Supplemental Audit Report for the Year Ended June 30, 2012 were discussed on Friday, February 22, 2013. The meeting was held with Eugene Fitzgerald, and Kate McCarty of Fitzgerald/Isaac LLC and Meleah Sullivan, President of the Rural Community Schools, Inc. Board and Susie Pierce, School Leader.

Based upon the audit results and comments on page 3 of the same report, Rural Community Schools, Inc. will submit its modified forms to the State Board of Accounts for approval according to the Accounting and Uniform Compliance Guidelines Manual for Indiana Charter Schools, Part 10.

Sincerely,



Susie Pierce, School Leader